INVESTMENT PERFORMANCE REI		7.1107.11	0., 2	000																	
		laa	05			December 04				Santomber 04						ent	Prior Year FY04		3 Years	5 Years	
	January-05 Allocation Returns-Month			December-04 Allocation			Returns-Quarter		September-04 Allocation Return				FYTD s-Quarter Returns			Returns		Ended 6/30/2004	Ended 6/30/2004		
	Market Value	Actual		Gross	Net	Market Value					Market Value	Actual Policy(1)		Gross Net		Gross Net		Gross Net		Net	Net
LARGE CAP DOMESTIC EQUITY																					
Structured Growth Los Angeles Capital	19,227,458	1.6%	1.6%	-3.50%	-3.51%	19,924,068	1.6%	1.6%	10.43%	10.37%	18,051,554	1.5%	1.6%	-4.09%	-4.14%	2.21%	2.09%	N/A	N/A	N/A	N/A
Total Structured Growth	19,227,458	1.6%	1.6%	-3.50%	-3.51%	19,924,068	1.6%	1.6%	10.43%	10.37%	18,051,554	1.5%	1.6%	-4.09%	-4.14%	2.21%	2.09%	17.84%	17.58%	-6.28%	-7.85%
Russell 1000 Growth				-3.33%	-3.33%				9.17%	9.17%				-5.23%	-5.23%	0.02%	0.02%	17.88%	17.88%	-3.74%	-6.48%
Structured Value LSV	24 4 40 204	1.8%	1.6%	-1.43%	-1.46%	24 455 220	1.8%	1.6%	9.10%	0.049/	40 005 022	1.7%	1.6%	3.29%	2 240/	11.08%	10.87%	30.96%	20 500/	9.33%	8.36%
Russell 1000 Value	21,148,284	1.8%	1.6%	-1.43% -1.78%	-1.46% -1.78%	21,455,229	1.8%	1.6%	10.38%	9.01% 10.38%	19,685,632	1.7%	1.6%	1.54%	3.21% 1.54%	10.09%	10.87%		21.13%	2.96%	8.36% 1.87%
Russell 1000 Enhanced Index									70.0070	70.0070				7.0770	1.0170	70.0070	70.0070	2111070	2111070	2.0070	7.0770
Los Angeles Capital	40,926,519	3.5%	3.3%	-2.62%	-2.63%	42,026,035	3.5%	3.2%	9.34%	9.28%	38,455,223	3.3%	3.2%	-1.63%	-1.68%	4.74%	4.61%	N/A	N/A	N/A	N/A
Russell 1000				-2.52%	-2.52%				9.80%	9.80%				-1.81%	-1.81%	5.09%	5.09%	N/A	N/A	N/A	N/A
S&P 500 Enhanced Index	00 004 550	0.40/	0.00/	0.000/	0.400/	40.007.000	0.40/	0.00/	0.550/	0.470/	07 000 010	0.00/	0.00/	4.000/	4 000/	4.000/	4.740/				
Westridge S&P 500	39,864,553	3.4%	3.3%	<b>-2.38%</b> -2.44%	<b>-2.40%</b> -2.44%	40,837,329	3.4%	3.2%	<b>9.55%</b> 9.23%	<b>9.47%</b> 9.23%	37,366,218	3.2%	3.2%	<b>-1.92%</b> -1.87%	<b>-1.99%</b> -1.87%	<b>4.89%</b> 4.58%	<b>4.71%</b> 4.58%	N/A N/A	N/A N/A	N/A N/A	N/A N/A
Index																					
State Street	11,984,417			-2.44%	-2.44%	12,284,214			9.24%	9.23%	11,247,108			-1.87%	-1.88%	4.58%	4.55%	19.07%	19.01%	-0.75%	-2.28%
Total Index	11,984,417	1.0%	1.1%	-2.44%	-2.44%	12,284,214	1.0%	1.1%	9.24%	9.23%	11,247,108	1.0%	1.1%	-1.87%	-1.88%	4.58%	4.55%	19.07%		-0.75%	-2.28%
S&P 500				-2.44%	-2.44%				9.23%	9.23%				-1.87%	-1.87%	4.58%	4.58%	19.11%	19.11%	-0.70%	-2.21%
TOTAL LARGE CAP DOMESTIC EQUITY	133,151,231	11.2%	10.9%	-2.47%	-2.49%	136,526,875	11.3%	10.7%	9.52%	9.45%	124,805,735	10.7%	10.7%	-1.37%	-1.42%	5.35%	5.21%	21.63%		0.15%	-1.39%
S&P 500				-2.44%	-2.44%				9.23%	9.23%				-1.87%	-1.87%	4.58%	4.58%	19.11%	19.11%	-0.70%	-2.21%
SMALL CAP DOMESTIC EQUITY																					
Manager-of-Managers	05.005.015	E 001	E 401	4 4051	4.4001	74.044.55	0.401	5 00°	110001	44 7000	04 700 575	E 501	5 00 f	0.4551	0.0001	0.0051	F 7001	00 0001	00.000	F F461	
<b>SEI</b> Russell 2000 + 200bp	65,985,610	5.6%	5.4%	<b>-4.43%</b> -4.01%	<b>-4.48%</b> -4.01%	74,341,664	6.1%	5.3%	<b>14.96%</b> 14.64%	<b>14.79%</b> 14.64%	64,708,252	5.5%	5.3%	<b>-3.45%</b> -2.36%	<b>-3.60%</b> -2.36%	6.08% 7.45%	<b>5.70%</b> 7.45%	<b>33.80%</b> 35.99%	<b>32.99%</b> 35.99%	<b>5.51%</b> 7.90%	N/A N/A
TOTAL SMALL CAP DOMESTIC EQUITY	65,985,610	5.6%	5.4%	-4.43%	-4.48%	74,341,664	6.1%	5.3%	14.96%	14.79%	64,708,252	5.5%	5.3%	-3.45%	-3.60%	6.08%	5.70%	33.80%	32.99%	5.54%	7.29%
Russell 2000	05,965,070	3.078	J.470	-4.17%	-4.17%	74,341,004	0.178	3.376	14.09%	14.09%	04,700,232	3.378	3.376	-2.86%	-2.86%	6.21%	6.21%		33.36%	6.24%	6.63%
CONVERTIBLES TCW	74 004 024	C 00/	C 40/	2.040/	2.070/	70 000 700	C 00/	C 40/	0.500/	8.41%	67.339.089	F 00/	6.1%	4.070/	4.250/	4 750/	4 550/	47.040/	47.500/	4.020/	3.90%
Merrill Lynch All Convertibles	71,001,831	6.0%	6.1%	<b>-2.04%</b> -2.29%	<b>-2.07%</b> -2.29%	72,990,736	6.0%	6.1%	<b>8.50%</b> 5.37%	5.37%	67,339,089	5.8%	0.1%	<b>-4.27%</b> -1.05%	<b>-4.35%</b> -1.05%	<b>1.75%</b> 1.87%	<b>1.55%</b> 1.87%	14.16%	<b>17.50%</b> 14.16%	<b>1.03%</b> 4.89%	5.75%
•																					
INTERNATIONAL EQUITY																					
Large Cap - Active Capital Guardian	26.076.135	2.2%	2.1%	-0.63%	-0.67%	26,287,696	2.2%	2.0%	10.13%	10.01%	47,583,038	4.1%	4.1%	-1.66%	-1.77%	7.61%	7.35%	25.89%	25.36%	-0.39%	0.54%
LSV	26,626,623	2.2%	2.1%	0.62%	0.58%	26,461,110	2.2%	2.0%	N/A	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Transition Account	107	0.0%	0.0%	N/A	N/A	(7,496)	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total Large Cap - Active  MSCI EAFE - 50% Hedged	52,702,865	4.4%	4.1%	0.00% -0.52%	-0.04% -0.52%	52,741,310	4.4%	4.0%	<b>10.71%</b> 11.11%	<b>10.59%</b> 11.11%	47,583,038	4.1%	4.1%	-1.66% -0.72%	<b>-1.77%</b> -0.72%	<b>8.86%</b> 9.74%	<b>8.59%</b> 9.74%	<b>25.89%</b> 26.98%	25.36% 26.98%	<b>-0.39%</b> -1.27%	0.54% -2.14%
Small Cap - Value				0.0270	0.0270				11.1170	11.1170				0.7270	0.7270	3.7470	3.7470	20.5070	20.5070	1.2170	2.1470
Lazard	7,449,920	0.6%	0.5%	0.56%	0.50%	7,415,233	0.6%	0.5%	16.27%	16.09%	6,392,717	0.5%	0.5%	0.46%	0.29%	17.45%	17.01%	44.23%	43.30%	N/A	N/A
Citigroup Broad Market Index < \$2BN				2.20%	2.20%				16.82%	16.82%				-0.82%	-0.82%	18.41%	18.41%	47.95%	47.95%	N/A	N/A
Small Cap - Growth																		.=			
Vanguard SSB BROAD MARKET INDEX < \$2BN	7,286,564	0.6%	0.5%	<b>0.98%</b> 2.20%	0.92% 2.20%	7,220,283	0.6%	0.5%	<b>19.17%</b> 16.82%	<b>19.12%</b> 16.82%	6,073,402	0.5%	0.5%	<b>0.68%</b> -0.82%	<b>0.49%</b> -0.82%	<b>21.15%</b> 18.41%	20.81% 18.41%	<b>45.72%</b> 47.95%	<b>44.68%</b> 47.95%	N/A N/A	N/A N/A
TOTAL INTERNATIONAL EQUITY	67,439,349	5.7%	5.1%	0.16%	0.12%	67,376,826	5.6%	5.1%	12.69%	12.57%	60,049,157	5.1%	5.1%	-1.19%	-1.31%	11.53%	11.23%	29.78%	29.16%	1.02%	1.39%
MSCI EAFE - 50% Hedged	07,439,349	3.776	3.176	-0.52%	-0.52%	07,370,820	5.0%	3.1%	11.11%	11.11%	60,049,137	3.1%	3.176	-0.72%	-0.72%	9.74%	9.74%		26.98%	-1.27%	-2.14%
_																					
DOMESTIC FIXED INCOME																					
Core Bond Western Asset	191,620,279	16.2%	14.7%	0.27%	0.25%	191,067,235	15.8%	14.5%	1.39%	1.34%	189,015,787	16.2%	14.5%	3.57%	3.52%	5.29%	5.17%	2.61%	2.42%	7.77%	8.10%
Lehman Aggregate	101,020,210	101270	,	0.63%	0.63%	101,001,200	101070	1 110 70	0.96%	0.96%	100,010,707	101270	1 110 70	3.20%	3.20%	4.84%	4.84%	0.32%	0.32%	6.35%	6.95%
Index																					
Bank of ND	241,425,400	20.4%	20.7%	0.20%	0.20%	240,911,774	19.9%	20.4%	0.41%	0.40%	237,865,091	20.4%	20.3%	2.56%	2.54%	3.19%	3.15%	0.13%	0.07%	7.10%	7.25%
Bank of ND CD'S Total Index	15,635,435 <b>257,060,835</b>	1.3% <b>21.7%</b>	1.3% <b>22.0%</b>	0.30%	0.30% <b>0.20%</b>	15,580,438 <b>256,492,212</b>	1.3% <b>21.2%</b>	1.3% <b>21.7%</b>	0.86% <b>0.44%</b>	0.86% <b>0.43%</b>	16,414,462 <b>254,279,553</b>	1.4% <b>21.8%</b>	1.4% <b>21.7%</b>	0.88% <b>2.48%</b>	0.88% <b>2.47%</b>	2.06% <b>3.14%</b>	2.06% 3.11%	3.53% 0.34%	3.53% <b>0.28%</b>	4.06% <b>6.76%</b>	4.76% <b>7.03%</b>
Lehman Intermediate Gov/Credit (3)	237,000,035	21.770	22.070	0.21%	0.20%	250,452,212	21.270	21.770	0.44%	0.43%	204,219,003	21.076	21.770	2.71%	2.71%	3.36%	3.11%	-0.05%	-0.05%	6.97%	7.03%
BBB Average Quality																					
Wells Capital (formerly Strong)	108,498,452	9.2%	7.3%	1.68%	1.66%	107,467,420	8.9%	7.2%	2.36%	2.30%	105,970,582	9.1%	7.2%	4.58%	4.51%	8.84%	8.69%	1.43%	1.18%	N/A	N/A
Lehman US Credit BAA				0.90%	0.90%				1.69%	1.69%				4.76%	4.76%	7.48%	7.48%	1.96%	1.96%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	557,179,566	47.0%	44.0%	0.51%	0.50%	555,026,867	45.8%	43.4%	1.60%	1.56%	549,265,922	47.1%	43.4%	3.37%	3.34%	5.56%	5.48%	1.94%	1.77%	7.58%	7.77%
Lehman Gov/Credit				0.69%	0.69%				0.80%	0.80%				3.56%	3.56%	5.11%	5.11%	-0.72%	-0.72%	6.73%	7.10%
TREASURY INFLATION PROTECTED SEC	I CURITIES (TIPS)																				
Northern Trust Global Investments	124,344,504	10.5%		0.06%	0.06%	124,278,700	10.3%	10.4%	2.56%	2.55%	121,196,614	10.4%	10.4%	3.72%	3.71%	6.44%	6.41%	N/A	N/A	N/A	N/A
Western TOTAL TIPS	129,514,885 <b>253,859,389</b>	10.9% <b>21.4%</b>	10.6%	-0.04% <b>0.01%</b>	-0.04% <b>0.00</b> %	129,526,244 <b>253,804,944</b>	10.7% <b>20.9%</b>	10.4%	2.71% <b>2.64%</b>	2.70% <b>2.62%</b>	126,093,891 <b>247,290,505</b>	10.8% <b>21.2%</b>	10.4% <b>20.9%</b>	3.56% <b>3.64%</b>	3.55% <b>3.63%</b>	6.33% 6.39%	6.30% 6.36%	N/A N/A	N/A <b>N/A</b>	N/A N/A	N/A N/A
LB US TIPS Index	203,859,389	21.4%	21.2%	0.01%	0.00%	203,604,944	20.9%	20.9%	2.64% 2.52%	2.62%	241,290,505	21.2%	20.9%	<b>3.64%</b> 4.25%	<b>3.63%</b> 4.25%	6.89%	6.36%	N/A N/A	N/A N/A	N/A N/A	N/A N/A
					,					/0						2.2270	2.2270				,,,
REAL ESTATE		0.00/	E 70/	**/*			0.00/	E 00/	**/*	**/*		0.00/	E 00/	**/*	****	44/6	A1/2	****	****	****	****
Manager To Be Determined  NCREIF Total Index	-	0.0%	5.7%	N/A 1.54%	<b>N/A</b> 1.54%	-	0.0%	5.6%	N/A 4.69%	N/A 4.69%	-	0.0%	5.6%	N/A 3.42%	N/A 3.42%	N/A 9.94%	<b>N/A</b> 9.94%	N/A N/A	<b>N/A</b> N/A	<b>N/A</b> N/A	N/A N/A
									5570	00/8				J. 12 /0	J. 72 /0	0.0470	3.3470	14/1	14/1	1971	147
CASH EQUIVALENTS  Bank of ND	36,518,092	3.1%	1.5%	0.22%	0.22%	51,599,401	4.3%	2.9%	0.53%	0.53%	53.538.158	4.6%	3.0%	0.44%	0.44%	1.20%	1.20%	1.20%	1.20%	1.72%	3.39%
90 Day T-Bill	30,310,032	J. 178	1.070	0.17%	0.17%	01,033,401	7.370	2.3/0	0.48%	0.48%	00,000,100	7.070	J.U/8	0.37%	0.37%	1.02%	1.02%	0.98%	0.98%	1.71%	3.30%
TOTAL INSURANCE TRUST	1,185,135,068	100.0%	100.0%	-0.42%		1,211,667,313	100.0%	100.0%	4.05%	4.01%	1,166,996,818	100.0%	100.0%	1.64%	1.60%	5.32%	5.21%	9.49%	9.25%	5.25%	5.77%
POLICY TARGET BENCHMARK				-0.26%	-0.26%				3.75%	3.75%				2.18%	2.18%	5.74%	5.74%	7.17%	7.17%	5.15%	5.32%
NOTE: Monthly returns and market value																					

NOTE: Monthly returns and market values are preliminary and subject to change.

<sup>(1)</sup> Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations. (2) Prior to January 1, 2005, the benchmark was First Boston Convertible Index

## CONSOLIDATED INSURANCE TRUST INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2005

									Current		Prior Year		3 Years	5 Years			
January-05			December-04					FYTD		FY04		Ended	Ended				
	Allocation	Returns-	-Month		Allocation Returns-Quarter			Allocation	Returns	-Quarter	Retu	ırns	Retu	irns	6/30/2004	6/30/2004	
Market Value	Actual Policy(1)	Gross	Net	Market Value	Actual Policy(1)	Gross	Net	Market Value	Actual Policy(1)	Gross	Net	Gross	Net	Gross	Net	Net	Net

<sup>(3)</sup> Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.